

FILEDUNITED STATES BANKRUPTCY COURT
EASTERN DISTRICT OF NORTH CAROLINA
RALEIGH DIVISION

JAN 19 1999

PEGGY B. DEANS, CLERK
U.S. BANKRUPTCY COURT
EASTERN DISTRICT OF N.C.

IN THE MATTER OF)	CASE NO. 98-02675-5-ATS
-OF-)	
INTERNATIONAL HERITAGE, INC.)	CHAPTER 7
(TAX ID #56-1921093),)	
Debtor)	
_____)	

AMENDMENT TO STATEMENT OF FINANCIAL AFFAIRS AND SCHEDULES

NOW COMES International Heritage, Inc., (the "Debtor"), by and through counsel of record, and amends the Statement of Financial Affairs and Schedules. In support of this amendment, the Debtor shows as follows:

1. On November 25, 1998, the Debtor filed for relief under chapter 7 of the Bankruptcy Code.
2. The Statement of Financial Affairs and Schedules were filed on December 16, 1998.
3. The delay in producing the Amendment was a result of the Debtor's inability to have access to sufficient personnel to produce the information in a more timely manner.
4. The following are amendments to the Statement of Financial Affairs and Schedules:

STATEMENT OF FINANCIAL AFFAIRSAmendment to Question 3b:

Stan Van Etten made a \$5.0 million loan to the Debtor, said loan evidenced by a note dated May 13, 1998. The \$5.0 million was provided to the United States District Court for the Northern District of Georgia as a bond in an action brought by the SEC. The action is described elsewhere in the Statement of Financial Affairs.

In July, 1998, a conventional bond was obtained from ACSTAR Insurance Company and United Coastal Insurance Company. A total of \$3,650,000 was transferred to these bonding companies from the District Court. Of this total, \$3,500,000 was security for the bonding companies, and \$150,000 was paid as a bond fee.

cc: Trustee 1/20/99 Am

27 pcf

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The records of the Debtor reflect that the Debtor received from the District Court, \$1,350,000, plus \$47,483.59 in interest which had accrued on the \$5,000,000 while in the hands of the District Court. The Debtor's records reflect that \$1,500,000 was then paid upon the Van Etten note. Mr. Van Etten exercised stock options held by him and contributed the \$1,500,000 to the Debtor to pay operating expenses and obligations. Therefore, the funds went into the company as additional capital.

Mr. Van Etten was paid \$234,341.57 on July 10, 1998, which included \$47,483.59, the interest returned by the District Court. This check also included \$175,000 which the Board of Directors determined should be paid to Mr. Van Etten as a 3.5% bond placement fee - or a fee paid as consideration for Mr. Van Etten providing the \$5 million bond for the Debtor. The Board (other than Van Etten who was asked to leave the meeting) determined in a May, 1998 board meeting that this fee should be paid. The balance included in the check was expense reimbursement to Mr. Van Etten.

Therefore, a total of \$1,547,483.59 was paid upon the promissory note dated May 13, 1998. Under Question 13 of the Statement of Financial Affairs, the Debtor reflects credits of \$532,109.31 upon the note effectuated by Mr. Van Etten.

See the attached Exhibits 3b which indicates the dates and amounts of payments to other parties who were creditors. The listing of Mayflower Holdings, Inc., Mayflower Capital, L.L.C. and Mayflower Aviation, L.L.C. is done for full disclosure. These parties are not "insiders."

Amendment to Question 10:

The following are addresses not previously included in the response to Question 10.

Herbert Towning EPP - Establissement Pour Le Placement 128 Mount Street London W1Y 5HA United Kingdom 011-44-171-491-8886 business 011-44-171-491-8862 fax	173 Buchanan Drive Aspen, CO 81611 970-925-8591 Houston, TX 713-522-9171
Brent Wood 300 Champions Way Cary, NC 27513 919-462-1999	Edmundo Colorado 2135 Pilgrim Bend Dr. Friendswood, TX 77546 281-992-9596, 713-658-3179
Nick Danisi 9420 Dominion Blvd Raleigh, NC 27613 919-847-2236	Chantey Jordan 415 September Lane Willow Springs, NC 27592 919-639-4178

Tim Otto
2408 Eddystone Rd.
Raleigh, NC 27621
919-782-8137

Carol Sumrell
9817 Rockledge Dr.
Raleigh, NC 27613
919-518-0813

Amendment to Question 13:

Stanley Van Etten - 11/12/98 \$190,261.87
- 11/12/98 \$251,293.52 (date corrections)

The "setoffs" shown were actually transfers of property to the parties shown for "credit" against amounts owed to the parties by the Debtor.

Amendment to Question 21:

See attached Exhibit 21. This Exhibit reflects corrections to Stanley H. Van Etten's payroll figures. The amounts originally listed in the Statement of Financial Affairs do not accurately reflect Mr. Van Etten's salary. Mr. Van Etten's salary was based on a percentage of commissions paid out on a monthly and weekly basis to Sales Representatives, as per his employment agreement. The amounts listed in the original Statement of Financial Affairs, Exhibit 21a for Stan Van Etten, represent the amount that was paid out in gross commissions to sales representatives. Mr. Van Etten's salary was actually a percentage of those figures. Exhibit 21 contains the actual figures and dates which reflect when and how much Mr. Van Etten was paid.

Exhibit 21 also contains an "Accounting of \$25,000." This summary includes a listing of \$26,377.08 in expenses disbursed from Mr. Van Etten's checking account. A \$25,000 certificate of deposit was cashed and deposited in Van Etten's account for the purpose of paying corporate expenses. The expenses are listed.

5. The following are amendments to the Schedules:

SCHEDULE B- ASSETS

3. Security deposits with public utilities, telephone companies, landlords, and others. See Exhibit B-3 for addresses of parties possibly holding funds.

15. Accounts Receivables.

Accounts Receivables for Sales Representatives

The corrected total is \$2,776,406.48.

The Debtor has obtained more detailed information regarding certain receivables. A total of \$618,967.94 was listed due from "Sales Representatives" in the Schedule originally filed with the court.

The corrected total is \$2,277,131.00 due from all IHI Sales Representative who have unpaid balances in their accounts within the 20/21 system from the inception of the Debtor (1995) to the present. There are over 77,000 Sales Representatives with accumulated outstanding balances. These unpaid balances could exist for one or many of the following reasons or for other reasons: (1) an unpaid \$50 yearly technology fee, (2) charges for IDCC phone usage, (3) charges for reports on individual accounts requested through the Rep Service Department or (4) underpayments or errors on paperwork for product purchases usually less than \$10, which were applied to accounts rather than canceling or non-processing of orders.

However, if the trustee wishes to pursue collection, it is unlikely that the entire amount can be collected for various reasons. First, invoices were never generated and sent to individuals regarding the balance due. Although, "account recaps" (similar to statements) showing balances due were sent to representatives along with weekly commission checks, only a small percentage of representatives received regular checks. Therefore, it is possible that many representatives were never sent an "account recap" and were not aware of the amount owed. It is highly improbable that these individuals will pay the trustee for old balances.

With regard to the \$50 technology fee, the Debtor decided to add this fee in 1995 as an annual charge for the continual upgrade and improvement of the Debtor's "state-of-the-art" technology equipment. This was not uncommon for a start-up, technology-based business. Therefore, a \$50 charge was debited to each representative's account in 1995 for the 1996 operating year and at year-end 1996 for the 1997 operating year. This charge was discontinued for the following years.

A 260 page list of names, address, and total balances will be provided to the trustee. The list does not indicate the nature of the balance due. This information can be obtained, but such detail will require extensive effort to obtain.

Accounts Receivables from Employees. Exhibit B-15 is attached hereto for review. This exhibit reflects receivables due as of December 31, 1997. This is the last reconciliation that was performed. The Debtor will provide the chapter 7 trustee with information to supplement this list and indicate 1998 transactions which were not reconciled prior to the chapter 7 filing.

Other Accounts Receivables. See attached Exhibit B-15. This attachment includes the best summary of information the Debtor can produce regarding this issue. Due to the fact that the accounting personnel were relieved of their positions and the nature of the accounting software, it would be difficult, if not impossible, to reconstruct these numbers.

AMENDMENT TO SCHEDULES H - CODEBTORS

The following should be added:

Name and Address of Co-Debtor:	Name and Address of Creditor:
Claude Savage	TIG Insurance Company
106 Benbow Lane	444 Market Street
Charlotte, North Carolina 28214	San Francisco, CA 94111

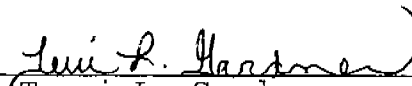
Larry Smith
2435 East North Street
Greenville, South Carolina 29615

Stanley H. Van Etten
10504 Tredwood Drive
Raleigh, North Carolina 27615

WHEREFORE, the Debtor respectfully submits these amendments to the Statement of Financial Affairs and Schedules.

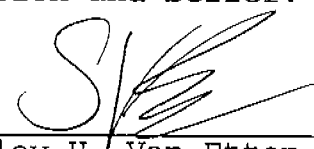
This the 19th day of January, 1999.

SMITH DEBNAM NARRON & MYERS, L.L.P.

By: 
Terri L. Gardner
State Bar No. 9809
4700 New Bern Ave., P.O. Box 26268
Raleigh, North Carolina 27611-6268
(919) 250-2000
Attorneys for International
Heritage, Inc.

I, declare under penalty that I have read the answers contained in the foregoing Amendment to Statement of Financial Affairs and Schedules and any attachment thereto and that they are true and correct to the best of my knowledge, information and belief.

Date: 1/18/99

Signature: 
Stanley H. Van Etten
President and CEO

Mayflower Holdings, Inc.

DATE OF PAYMENT	AMOUNT	CHECK #	DESCRIPTION
12/10/97	\$ 103,850.00	16514	Payment on Invoice
12/11/97	\$ 75,575.00	16542	Short term note repayment + interest
12/15/97	\$ 50,000.00	16645	Short term note repayment (J. Smith)
2/20/98	\$ 137,500.00	18713	Payment on Invoice - Book purchase
3/10/98	\$ 137,500.00	19420	Payment on Invoice - Book purchase
4/15/98	\$ 21,401.00	19870	Payment on Invoice - Book purchase
5/11/98	\$ 27.50	21384	Expense Reimbursement (UPS fee)
5/19/98	\$ 20,000.00	22247	Accounting Error*
5/20/98	\$ 10,000.00	22467	Accounting Error*
7/27/98	\$ 22,997.74	1733	Expense Reimbursement Chris Reid Moving Cost
PAID	\$ 578,851.24		
UNPAID	\$ 974.90		Transfer Dodge Title Fee

*NOTE: On 7/22/98 Mayflower Holdings gave IHI a check #1011 in the amount of \$30,000 to reimburse money paid by IHI in error to Mayflower Holdings.

Mayflower Capital, LLC

DATE OF PAYMENT	AMOUNT	CHECK #	DESCRIPTION
6/16/98	\$ 50,000.00		loan payment
7/10/98	\$ 19,413.28		loan payment
7/10/98	\$ 865,852.04	1266	Payment on Note 06/16/98 - UCC filed \$750,000 (Principal) \$10,000 (Bridge Loan Fee) \$100,000 (Investor Conversion Fee, which was paid to Herbert Towning) \$5852.04 (Accrued Interest)
7/31/98	\$ 500,000.00		loan payment
10/1/98	\$ 200,000.00		Payment on Note 10/1/98 - UCC filed
10/2/98	\$ 50,000.00		Payment on Note 7/10/98 - UCC filed
11/5/98	\$ 125,000.00		Payment on Note 11/04/98
11/24/98	\$ 20,819.78		Payment on Note 11/20/98 (See also, payments from Wood & Francis Account)
11/25/98	\$ 45,000.00		Payment on Note 11/20/98 (See also, payments from Wood & Francis Account)
PAID	<u>\$ 1,806,671.82</u>		
	\$ 100,000.0000		Note 10/14/98 - UCC filed
	\$ 450,000.00		Note 7/10/98 - UCC filed
	\$ 9,368.30		Note 11/20/98
UNPAID	<u>\$ 559,368.30</u>		

Mayflower Aviation, LLC

DATE OF PAYMENT	AMOUNT	CHECK #	DESCRIPTION
1/13/98	\$ 30,168.05	17578	Payment on Invoices 57,59,60,62,65,71,73,74,80-92 Aircraft Usage
2/9/98	\$ 3,125.00	18295	Payment on Invoices 99,100,101,102 Aircraft Usage
4/15/98	\$ 30,457.36	19869	Payment on Invoices 112,113,114,110,105,108,109,115 Aircraft Usag
5/26/98	\$ 3,330.00	22713	Payment on Invoices
7/9/98	\$ 32,516.24	1196	Payment on Invoices 117,119,122,123,124,127,120,121,116 Aircraft
9/1/98	\$ 19,790.03	2727	Payment on Invoices 128,130,129,131,132,133 Aircraft Usage
9/10/98	\$ 14,002.50	2995	Payment on Invoices 134,135,136,137 Aircraft Usage
9/11/98	\$ 175,000.00	3078	Repayment of short term note
10/7/98	\$ 1,054.79	3864	Payment on Invoices
PAID	\$ 309,443.97		
UNPAID	\$ -		

Jewels by Evonne

DATE OF PAYMENT	CHECK AMOUNT	CHECK #	DESCRIPTION
12/10/97	\$ 200,000.00	13598	Payments on Invoices
12/17/97	\$ 100,000.00	14405	Payments on Invoices
12/19/97	\$ 100,000.00	15112	Payments on Invoices
1/21/98	\$ 50,000.00	15452	Payments on Invoices
1/26/98	\$ 50,186.15	15670	Payments on Invoices
2/10/98	\$ 50,830.66	16125	Payments on Invoices
2/6/98	\$ 100,000.00	16126	Payments on Invoices
2/11/98	\$ 50,000.00	16419	Payments on Invoices
2/18/98	\$ 49,759.30	16599	Payments on Invoices
2/24/98	\$ 49,835.44	17110	Payments on Invoices
3/10/98	\$ 97,878.53	17949	Payments on Invoices
4/10/98	\$ 50,000.00	19150	Payments on Invoices
4/15/98	\$ 50,000.00	19151	Payments on Invoices
4/20/98	\$ 50,000.00	19154	Payments on Invoices
5/15/98	\$ 50,000.00	20634	Payments on Invoices
7/6/98	\$ 50,000.00	22923	Payments on Invoices
7/23/98	\$ 25,000.00	23590	Payments on Invoices
7/23/98	\$ 104.00	1650	Payments on Invoices
7/31/98	\$ 25,000.00	23729	Payments on Invoices
8/11/98	\$ 25,000.00	24135	Payments on Invoices
8/12/98	\$ 324.00	2313	Payments on Invoices
9/11/98	\$ 25,000.00	25015	Payments on Invoices
9/21/98	\$ 826.00	3299	Payments on Invoices
10/5/98	\$ 50,000.00	25658	Payments on Invoices
10/16/98	\$ 223.00	4126	Payments on Invoices
PAID	<u>\$ 1,173,490.08</u>		
	\$ 9,859.59		Invoice - misc items
	\$ 1,448.75		Invoice - shipping charges

\$	109.75	Invoice - shipping charges
\$	31,071.00	Invoice - misc items
\$	17,235.72	Invoice - misc items
\$	27,699.00	Invoice - misc items
\$	37,519.16	Invoice - misc items
\$	14,565.18	Invoice - misc items
\$	25,535.06	Invoice - misc items
\$	49,234.84	Invoice - misc items
\$	2,490.75	Invoice - shipping charges
\$	602.50	Invoice - shipping charges
\$	19,559.18	Invoice - misc items
\$	19,280.80	Invoice - merchandise
\$	26,006.66	Invoice - merchandise
\$	15,097.74	Invoice - merchandise
\$	427.48	Invoice - shipping charges
\$	2,991.52	Invoice - shipping charges
\$	36,966.60	Invoice - merchandise
\$	16,115.14	Invoice - merchandise

UNPAID \$ 353,816.42

*Note: Additional invoices may be outstanding that were not entered into the accounting software.

EXHIBIT 27

Stanley H. Van Etten - Payroll

DATE OF PAYMENT	GROSS AMOUNT	NET CHECK AMOUNT	CHECK #	DESCRIPTION
11/26/97	\$ 40,988.76	\$ 21,129.71	1103	Week 45
12/9/97	\$ 37,134.58	\$ 19,142.88	1077	Week 46
12/11/97	\$ 37,248.57	\$ 19,201.64	1108	Week 47
12/19/97	\$ 22,469.66	\$ 11,583.11	1120	Week 48
12/29/97	\$ 27,409.25	\$ 14,129.47		Week 49
1/7/98	\$ 22,289.85	\$ 10,108.45	1124	Week 50
1/8/98	\$ 22,045.82	\$ 9,997.78	1129	Week 51
1/13/98	\$ 12,380.46	\$ 5,614.54	1130	Week 52
1/20/98	\$ 21,176.18	\$ 10,191.93	1132	Week 1
1/27/98	\$ 18,120.81	\$ 8,091.28	1137	Week 2
2/4/98	\$ 23,467.42	\$ 12,097.45	1139	Week 3
2/11/98	\$ 30,691.00	\$ 15,821.21	1145	Week 4
2/18/98	\$ 34,192.58	\$ 17,626.28	1146	Week 5
2/24/98	\$ 40,317.90	\$ 19,533.88	1152	Week 6
3/4/98	\$ 42,224.16	\$ 21,766.56	1157	Week 7
4/9/98	\$ 41,104.06	\$ 21,189.15	1173	Week 8
4/14/98	\$ 43,205.01	\$ 22,272.19	1174	Week 9
4/14/98	\$ 50,351.97	\$ 25,956.44	1175	Week 10
4/24/98	\$ 46,836.45	\$ 22,998.33	1184	Week 11
4/30/98	\$ 54,685.55	\$ 28,190.40	1185	Week 12 estimate
5/15/98		\$ 21,037.89	21990	Flex Level March 98
5/22/98	\$ 17,916.56	\$ 9,235.99	1202	Week 12 actual
5/22/98	\$ 74,489.17	\$ 38,399.17	1203	Week 13
6/3/98	\$ 13,608.41	\$ 7,015.14	1205	Week 14
6/3/98	\$ 11,316.75	\$ 5,883.79	1206	Week 15
6/3/98	\$ 6,097.44	\$ 3,143.23	1207	Week 16
6/3/98	\$ 11,094.51	\$ 5,719.22	1208	Week 17
6/3/98	\$ 14,423.93	\$ 7,453.53	1209	Week 18
6/3/98	\$ 12,624.85	\$ 6,508.11	1210	Week 19
6/3/98	\$ 26,061.88	\$ 13,369.44	1214	Week 20
6/22/98	\$ 12,976.21	\$ 6,689.24	1222	Week 21
7/24/98	\$ 76,451.71	\$ 39,410.65	1654	BOT Week 22 and Week 23-30 (Salary 8,173.08 Gross *8)

8/12/98	\$	21,767.31	\$	11,221.05	2340	BOT Week 23 and 24
8/19/98			\$	13,319.84	9723	Salary for week 31, 32, 33
9/4/98	\$	33,148.42	\$	17,088.02	2641	BOT Week 25 and 26
9/25/98	\$	12,898.71	\$	7,554.40	3424	Week 27
9/25/98	\$	9,326.63	\$	4,807.88	3425	BOT Week 28
10/1/98	\$	6,070.75	\$	3,129.47	3637	BOT Week 36
10/5/98	\$	4,954.07	\$	2,553.83	3763	BOT Week 37
10/20/98			\$	3,292.75	4137	Week 38
11/11/98			\$	9,135.22	10806	Payroll 10/24-11/9 BB&T
9/30/98			\$	38,427.53	10235	Payroll 9/12-9/25
10/14/98			\$	13,319.84	10404	Payroll 9/26-10/9
SAL PAID	\$	1,033,567.35	\$	624,357.91		

1/13/98	\$	1,755.80	1130	Deduction for BMW Lease	Payments for BMW were de-
1/27/98	\$	1,250.00	1137	Deduction for Loan to J. Trendel	ducted from Mr. Van Etten's
2/4/98	\$	1,755.80	1139	Deduction for BMW Lease	payroll checks.
2/24/98	\$	1,250.00	1152	Deduction for Loan to J. Trendel	
4/24/98	\$	1,145.86	1184	Deduction for Product Order	
6/3/98	\$	50.00	1214	Deduction for Overpayment on check 1206	
3/4/98	\$	1,755.80	1157	Deduction for BMW Lease	
4/14/98	\$	2,919.19	1174	Deduction for BMW Lease & Tax	
6/3/98	\$	1,755.80	1214	Deduction for BMW Lease	
7/24/98	\$	1,755.80	1654	Deduction for BMW Lease	
8/12/98	\$	1,755.80	2340	Deduction for BMW Lease	
9/25/98	\$	1,755.80	3424	Deduction for BMW Lease	
10/5/98	\$	1,755.80	3763	Deduction for BMW Lease	
ADD'L PAID	\$	20,661.45			

TOTAL PAID	\$	1,033,567.35	\$	645,019.36
	\$	116,909.00		
	\$	16,346.16		
	\$	32,692.32		
	\$	32,692.32		
TOT UNPAID	\$	198,639.80	\$	-

Weeks 29,30,31,32,33,34,35,39,40,41 (checks held, Exhibit 3b-A)
 Weeks 42,43 (comm. not calculated, based on \$425K annual)
 Salary 10/25 - 11/25, based on \$425K annual
 Vacation, 4 weeks

Stanley H. Van Eiten-Expenses/Other

DATE OF PAYMENT	CHECK AMOUNT	CHECK #	DESCRIPTION
3/11/98	\$ 37,500.00	31198	Author Royalties
4/23/98	\$ 6,273.44	20373	Expense Reimbursements
4/30/98	\$ 1,693.32	20717	Expense Reimbursements (April)
5/5/98	\$ 5,000.00	20867	Travel Advance
5/5/98	\$ 21,000.00	1186	Expense Reimbursement (Montana Expense)
5/5/98	\$ 1,693.32		Expense Reimbursement
5/18/98	\$ 7,500.00	22002	Travel Advance
6/15/98	\$ 250.00	23853	Board Meeting Compensation
6/18/98	\$ 2,278.70	23930	Expense Reimbursement (Laptop Computer)
8/4/98	\$ 1,230.18	1895	Expense Reimbursement
9/14/98	\$ 988.24		Reimbursement from IHI for travel expenses
9/11/98	\$ 4,488.24	3072	Expense Reimbursement
10/17/98	\$ 4,000.00	14392	Expense Reimbursement (Rodeo prize)
11/2/98	\$ 25,000.00		Received from IHI First Union account to cover IHI expenses (IHI had no bank account remaining, expenses were paid through Stan's personal checking account, see attached Exhibit 3b-A)

PAID \$ 93,895.44

UNPAID Unknown

Also, expenses totalling \$11,857.98 were reimbursed to Mr. Van Eiten as part of check #1265 totalling \$234,341.57.

ACCOUNTING OF \$25,000 (Deposited 11/2/98 - Stan's NationsBank Account)

DATE OF PAYMENT	AMOUNT	CHECK #	DESCRIPTION
11/2/98	\$ 5,000.00	Cash	Technology Staff Payroll Issues
11/2/98	\$ 3,000.00	Cash	Expense advance applied to Stan's credit card for trip to Europe
11/2/98	\$ 2,000.00	Cash	Expense advance
11/2/98	\$ 1,159.18	10799	Check to Mike Fusso - Exp. Reimbursement trip to Ed Harvey
11/2/98	\$ 1,707.40	10798	Check to Travel Experts - D. McIntyre trip to Europe (Stan used frequent flyer miles)
11/5/98	\$ 1,300.00	10802	Check for Cash - pay moving labor
11/8/98	\$ 300.00	Cash	Pay moving labor
11/10/98	\$ 420.00	Cash	Pay moving labor
11/10/98	\$ 150.00	credit card	Pay for American Airlines frequent flyer charge - Stan's trip to Los Angeles - Tyra
11/9/98	\$ 1,200.00	10803	Check for Cash - pay moving labor
11/11/98	\$ 390.00	Cash	Pay moving labor
11/10/98	\$ 7,000.00	10804	Check to Smith Debnam Naron retainer
11/12/98	\$ 100.00	10805	Check to Raleigh Chamber of Commerce Member List - advertise for warehouse sale
11/13/98	\$ 125.00	10806	Check to Highwoods Answering Service - blast fax to advertise warehouse sale
11/12/98	\$ 102.00	credit card	Pay for Triangle Business Journal Ad - advertise for warehouse sale
11/12/98	\$ 1,176.00	credit card	Pay for N&O Ad - advertise for warehouse sale
11/13/98	\$ 1,000.00	10807	Check for Cash - change for sale, \$20 Office Max supplies, \$498 pay moving labor
			\$50 lunch for employees
11/15/98	\$ 48.00	Cash	Pay RDU parking fees - trip to Los Angeles - Tyra
11/17/98	\$ 199.50	credit card	Pay for N&O Ad - sell additional computers from warehouse
TOTAL	\$ 26,377.08		

*NOTE: Detailed receipts are available. Additional expense reimbursements due to Stan will be listed on his creditors' claim.

INTERNATIONAL HERITAGE, INC.

3426

PRV/NETTEN Stanley H. Van Etten

025389

9/25/98

034930

WEEK 29/98

9/25/98

\$5,592.75

\$5,592.75

\$0.00

\$0.00

\$5,592.75

\$5,592.75

\$5,592.75

\$0.00

\$0.00

\$5,592.75

THE FACE OF THIS DOCUMENT HAS A GREEN CHECK BACKGROUND ON WHITE PAPER AND MICRO PRINTING

INTERNATIONAL HERITAGE, INC.

2626 GLENWOOD AVE., SUITE 200
RALEIGH, NC 27608 TAX ID #56-1921093
(919) 571-4646 FAX (919) 571-4620

FIRST UNION NATIONAL BANK

RALEIGH, NC 27608
66-1040531

3426

Five Thousand Five Hundred Ninety Two Dollars And 75 Cents

DATE
9/25/98

AMOUNT
\$5,592.75

ORDER Stanley H. Van Etten

INTERNATIONAL HERITAGE, INC.



AUTHORIZED SIGNATURE

⑈003426⑈ ⑆053110400⑆2000001295391⑈

INTERNATIONAL HERITAGE, INC.

3427

PAYANETTEN Stanley H. Van Ethen

025390

9/25/98

034932

WEEK 30/98

9/25/98

\$4,840.03

\$4,840.03

\$0.00

\$0.00

\$4,840.03

\$4,840.03

\$4,840.03

\$0.00

\$0.00

\$4,840.03

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INTERNATIONAL HERITAGE, INC.

2626 GLENWOOD AVE., SUITE 200
RALEIGH, NC 27608 TAX ID #56-1921093
(919) 571-4646 FAX (919) 571-4620

FIRST UNION NATIONAL BANK
RALEIGH, NC 27608
66-1040/531

3427

Four Thousand Eight Hundred Forty Dollars And 03 Cents

DATE
9/25/98

AMOUNT
\$4,840.03

PAY
TO THE
ORDER
OF:
Stanley H. Van Ethen

INTERNATIONAL HERITAGE, INC.



AUTHORIZED SIGNATURE

⑈003427⑈ ⑆053110400⑆2000001295391⑈

INTERNATIONAL HERITAGE, INC.

3428

PRVANETTEN	Stanley H. Van Etten	025391	9/25/98			
034934	WEEK 31/98	9/25/98	\$10,723.29	\$10,723.29	\$0.00	\$0.00
						\$10,723.29

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INTERNATIONAL HERITAGE, INC.

FIRST UNION NATIONAL BANK

3428

2626 GLENWOOD AVE., SUITE 200
 RALEIGH, NC 27608 TAX ID #56-1921093
 (919) 571-4646 FAX (919) 571-4620

66-1040/531

Ten Thousand Seven Hundred Twenty Three Dollars And 29 Cents

DATE	AMOUNT
9/25/98	\$10,723.29

PAY
 TO THE
 ORDER OF: Stanley H. Van Etten

INTERNATIONAL HERITAGE, INC.

AUTHORIZED SIGNATURE

⑈003428⑈ ⑆053110400⑆2000001295391⑈

INTERNATIONAL HERITAGE, INC.

3429

PRVANEITEN	Stanley H. Van Etten	025392	9/25/98		
034936	WEEK 32/98	9/25/98	\$6,692.65	\$6,692.65	\$0.00
			\$6,692.65	\$0.00	\$0.00
				\$6,692.65	

\$6,692.65 \$6,692.65 \$0.00 \$0.00 \$6,692.65

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INTERNATIONAL HERITAGE, INC.

2626 GLENWOOD AVE., SUITE 200
 FALEIGH, NC 27608 TAX ID #56-1921093
 (919) 571-4646 FAX (919) 571-4620

FIRST UNION NATIONAL BANK
 FALEIGH, NC 27608
 86-1040/531

3429

Six Thousand Six Hundred Ninety Two Dollars And 65 Cents

DATE	AMOUNT
9/25/98	\$6,692.65

PAY
 TO THE
 ORDER
 OF: Stanley H. Van Etten

INTERNATIONAL HERITAGE, INC.



AUTHORIZED SIGNATURE

⑈003429⑈ ⑆053110400⑆2000001295391⑈

INTERNATIONAL HERITAGE, INC.

3430

PRVAETTEN	Stanley H. Van Etten	025393	9/25/98			
034938	WEEK 33/98	9/25/98	\$4,572.34	\$4,572.34	\$0.00	\$0.00
						\$4,572.34

\$4,572.34	\$4,572.34	\$0.00	\$0.00	\$4,572.34
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INTERNATIONAL HERITAGE, INC.

FIRST UNION NATIONAL BANK

3430

2626 GLENWOOD AVE., SUITE 200
RALEIGH, NC 27608 TAX ID #56-1921093
(919) 571-4646 FAX (919) 571-4620

RALEIGH, NC 27608
66-1040/531

Four Thousand Five Hundred Seventy Two Dollars And 34 Cents

DATE	AMOUNT
9/25/98	\$4,572.34

ORDER
Stanley H. Van Etten

INTERNATIONAL HERITAGE, INC.


AUTHORIZED SIGNATURE

⑈003430⑈ ⑆053110400⑆2000001295391⑈

INTERNATIONAL HERITAGE, INC.

3431

PRVANNETTEN Stanley H. Van Etten 025394 9/25/98

034939 WEEK 34/98 9/25/98 \$6,656.68 \$6,656.68 \$0.00 \$0.00 \$6,656.68

\$6,656.68 \$6,656.68 \$0.00 \$0.00 \$6,656.68

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INTERNATIONAL HERITAGE, INC.

2626 GLENWOOD AVE., SUITE 200
RALEIGH, NC 27608 TAX ID #56-1921093
(919) 571-4646 FAX (919) 571-4620

FIRST UNION NATIONAL BANK
RALEIGH, NC 27608
66-1040/531

3431

Six Thousand Six Hundred Fifty six Dollars And 68 Cents

DATE 9/25/98 AMOUNT \$6,656.68

PAY TO THE ORDER OF: Stanley H. Van Etten

INTERNATIONAL HERITAGE, INC.


AUTHORIZED SIGNATURE

⑈003431⑈ ⑆053110400⑆2000001295391⑈

INTERNATIONAL HERITAGE, INC.

3432

PRVNETTEN	Stanley H. Van Ethen	025395	9/25/98				
034941	WEEK 35/98	9/25/98	\$8,783.62	\$8,783.62	\$0.00	\$0.00	\$8,783.62

\$8,783.62	\$8,783.62	\$0.00	\$0.00	\$8,783.62
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INTERNATIONAL HERITAGE, INC.

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 FALEIGH, NC 27608 TAX ID #56-1921093
 (919) 571-4646 FAX (919) 571-4620

FIRST UNION NATIONAL BANK
 FALEIGH, NC 27608
 66-1040/531

3432

Eight Thousand Seven Hundred Eighty Three Dollars And 62 Cents

DATE	AMOUNT
9/25/98	\$8,783.62

PAY
 TO THE
 ORDER
 OF: Stanley H. Van Ethen

INTERNATIONAL HERITAGE, INC.

AUTHORIZED SIGNATURE

⑈003432⑈ ⑆053110400⑆2000001295391⑈

INTERNATIONAL HERITAGE, INC.

4153

PRVANETTEN	Stanley H. Van Etten	026196	10/20/98		
036115	WEEK 39/98	10/20/98	\$2,657.00	\$2,657.00	\$0.00
			\$0.00	\$0.00	\$2,657.00

\$2,657.00	\$2,657.00	\$0.00	\$0.00	\$2,657.00
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INTERNATIONAL HERITAGE, INC.

FIRST UNION NATIONAL BANK

4153

2626 GLENWOOD AVE., SUITE 200
RALEIGH, NC 27608 TAX ID #56-1921093
(919) 571-4646 FAX (919) 571-4620

RALEIGH, NC 27608
66-1040/531

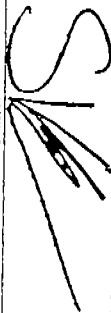
Two Thousand Six Hundred Fifty Seven Dollars And 00 Cents

DATE
10/20/98

AMOUNT
\$2,657.00

BY
FOR THE Stanley H. Van Etten
ORDER
OF:

INTERNATIONAL HERITAGE, INC.


AUTHORIZED SIGNATURE

⑈004153⑈ ⑆053110400⑆2000001295391⑈

EXHIBIT B3

<u>Deposits</u>	<u>Amount</u>
1. Coeco Office Systems 2525 Atlantic Ave. Raleigh, NC 27658 821-4050 (for office equipment) see attached document #1	3,281.76
2. Oklahoma Sales Tax Application Oklahoma Tax Commission 2501 Lincoln Blvd Oklahoma City, OK 73194 (405)521-4252 (for bond) see attached document #2	500.00
3. Spectrum Properties 4000 Westchase Blvd Suite 140 Raleigh, NC 27607 832-1140 832-0768 (security deposit) see attached document #3	11,093.83
4. Block & Associates Reality 805 Spring Forest Road Suite 1600 Raleigh, NC 27609 850-0501 (security deposit-C.Reid's house rental) see attached document #4	2,900.00
5. SFBC One Associates c/o Capital Associates 1100 Crescent Green Suite 115 Cary, NC 27511 467-6997 (security deposit)	24,665.40
6. Skytel PO Box 3887 Jackson, MS 39207 1-800-759-8737 (deposit for pagers)	200.00

see attached document #5

7. WorldCom Technologies 7,100.00
PO Box 905236
Charlotte, NC 28290
878-4664
(security deposit)
see attached document #6
8. Ritz Carlton
Accounting error, improperly coded
9. Mountaineer Archery 115,000.00
4340 Terrace Ave #3A
Huntington, WV 25705
304-525-9222
1-800-472-3861
304-525-9242
(product deposit)
see attached document #7
10. PSNC 55.00
PO Box 70504
Charlotte, NC 28272
833-6641
(deposit for gas utility for Spring Forest office)
see attached document #8

EXHIBIT B15

EMPLOYEE RECEIVABLES AS OF 12/31/97

<u>Name</u>	<u>Amount</u>
J. Brothers	1,425.00
Mike Decker	171.28
Stan Van Etten*	29,293.50
Jeff Hooks	406.92
Gary Williams	75.00
Rich Cicha	263.02
Anna Washburn	53.95
Stephanie Harris	3,631.06
Karen Kearney	480.36
Larry Mays	75.86
Dawn McIntyre	2,097.80
Bernetta Smith	333.25
Mary Barton Eilers	45.00
Chris Reid	43.37
Victor Palmer	99.93
Kevin Jones**	1,485.41
Bob Chalmers	1,150.00
Shelly Sanders	122.72
Fred Jones	230.70
Gerald Laws	9.25
Derek Stryker	8,500.00
Cari Snyder	11.58
Carola Smith	445.00
Total	\$50,449.95

*Stan Van Etten's payable is an offset to the royalties due him - any personal purchase/visa personal purchases are to be offset against any monies owed him for book royalties.

**Kevin Jones - amount of purchase is to be applied as a credit to any amount due from CompuAcct in Jan 98.

Commission due from BTI	+48,000;00
Commission due from Healthsource	+ 1,023;00
Total	= \$344,316.38

UNITED STATES BANKRUPTCY COURT
EASTERN DISTRICT OF NORTH CAROLINA
RALEIGH DIVISION

IN THE MATTER OF)	CASE NO. 98-02675-5-ATS
-OF-)	
INTERNATIONAL HERITAGE, INC.)	CHAPTER 7
(TAX ID #56-1921093),)	
Debtor)	
_____)	

CERTIFICATE OF SERVICE

The undersigned hereby certifies under penalty of perjury that (s)he is over eighteen (18) years of age, and the

AMENDMENT TO STATEMENT OF FINANCIAL AFFAIRS AND SCHEDULES

was this day served upon the below named persons, parties and/or counsel by mailing, postage prepaid, first class mail; a copy of such instruments to such persons, parties and/or counsel at the address shown below:

Bankruptcy Administrator
P.O. Drawer 3039
Century Station
Raleigh, NC 27602-3039

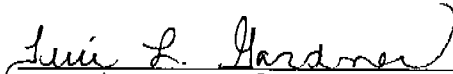
Stanley H. Van Etten
Mayflower Capital, L.L.C.
2626 Glenwood Avenue
Raleigh, NC 27608

Brent Wood, Esq.
Wood & Francis, P.L.L.C.
P.O. Box 164
Raleigh, NC 27602

and by hand delivery to:

Holmes P. Harden, Esq.
Chapter 7 Trustee
Post Office Drawer 19764
Raleigh, NC 27619

This the 19th day of January, 1999.



Terri L. Gardner
NC State Bar No. 9809
SMITH DEBNAM NARRON & MYERS, L.L.P.
4700 New Bern Avenue
P.O. Box 26268
Raleigh, NC 27611-2628
(919) 250-2109